

SECRET

DPD-3922-59

24 June 1959

**CENTRAL INTELLIGENCE AGENCY
Contracting Officer's
DETERMINATIONS AND FINDINGS**

AUTHORITY TO NEGOTIATE CONTRACT

The Central Intelligence Agency proposes to enter into a contract with Lockheed Aircraft Corporation, Burbank, California, for modifying four (4) Government-owned U-2 aircraft and installing four (4) Government-owned J-75 P2 engines.

I hereby find that this procurement, Project CHALICE is estimated to cost \$1,542,600 which is chargeable to CHALICE Fiscal Year 1959 funds. I also find that this procurement is in the interest of National Defense and that it will be certified by the Director of Central Intelligence in accordance with procedure approved by the BCI on 15 December 1956, to be for objects of a confidential, extraordinary and emergency nature and therefore within the purview of procurement authority of the Agency as stated in Section 8(b) of Public Law 110, 81st Congress. Procurement by formal advertising of the services called for by the proposed Contract No. SP-1920 would result in public disclosure of the nature and character of basic equipment previously procured and would thereby jeopardize the security classification of this project.

I hereby determine, as Contracting Officer for this contract, that the necessity and authority for negotiation of this contract have been adequately documented by proper Agency authority, and that the proposed contract must necessarily be negotiated without formal advertising.

[Redacted Signature]

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Contracting Officer, DPD

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